

## Default Rates

### Cohort Default Rate

Calculated based on **BORROWERS** and the **two year window** after entering repayment.

Institutional Category	Cohort Yr 2002  Cohort Default Rate (CDR)%	Cohort Yr 2003  Cohort Default Rate (CDR)%	Cohort Yr 2004  Cohort Default Rate (CDR)%	Cohort Yr 2005  Cohort Default Rate (CDR)%	Cohort Yr 2006  Cohort Default Rate (CDR)%
Public					
Less than 2 Yrs	6.7%	5.8%	5.7%	5.2%	6.4%
2-3 Yrs	8.5%	7.6%	8.1%	7.9%	8.4%
4 yrs +	4.0%	3.3%	3.5%	3.0%	3.4%
Private					
Less than 2 Yrs	9.7%	7.9%	9.0%	9.0%	10.0%
2-3 Yrs	6.1%	6.3%	7.4%	6.7%	6.1%
4 yrs +	3.1%	2.6%	2.8%	2.3%	2.4%
Proprietary					
Less than 2 Yrs	10.1%	7.9%	8.9%	8.9%	10.9%
2-3 Yrs	9.2%	8.0%	9.9%	9.3%	11.1%
4 yrs +	7.3%	6.4%	7.3%	7.2%	8.4%
Foreign Schools(1)	2.0%	1.8%	1.5%	1.0%	1.2%
<b>Over All</b>	<b>5.2%</b>	<b>4.5%</b>	<b>5.1%</b>	<b>4.6%</b>	<b>5.2%</b>

(1) FFELP only

### Budget Lifetime Default Rate

Calculated based on **DOLLARS** for a projected **cohort life of 20 yrs**. Cohort is based on **origination** date.

As reflected in the latest estimates as of 7/1/08 (Combined Subsidized and Unsubsidized)

Institutional Category	Cohort Yr 2002  Budget Lifetime Default Rate %	Cohort Yr 2003  Budget Lifetime Default Rate %	Cohort Yr 2004  Budget Lifetime Default Rate %	Cohort Yr 2005  Budget Lifetime Default Rate %	Cohort Yr 2006  Budget Lifetime Default Rate %
2 Yr Non Profit	25.2%	25.8%	26.5%	26.8%	26.7%
2 Yr Proprietary	38.6%	39.9%	38.6%	38.0%	40.8%
4 Yr Freshmen & Sophomores	17.3%	18.0%	17.6%	17.0%	16.2%
4 Yr Juniors & Seniors	8.0%	8.2%	8.5%	9.2%	9.4%
Graduate Students	3.5%	3.6%	4.0%	4.7%	4.9%
<b>Over All</b>	<b>10.8%</b>	<b>11.2%</b>	<b>11.4%</b>	<b>11.7%</b>	<b>11.9%</b>

### Cumulative Lifetime Default Rate

Calculated from the time the **LOAN** enters repayment and a default occurs from repayment inception through **9/30/08**.

Institutional Category	Cohort Yr 2002  Cumulative Lifetime Default Rate %	Cohort Yr 2003  Cumulative Lifetime Default Rate %	Cohort Yr 2004  Cumulative Lifetime Default Rate %	Cohort Yr 2005  Cumulative Lifetime Default Rate %	Cohort Yr 2006  Cumulative Lifetime Default Rate %
2 Yr Private	21.8%	21.2%	19.7%	15.2%	11.4%
2 Yr Public	21.1%	19.7%	18.3%	15.5%	11.9%
4 Yr Private	6.9%	6.2%	5.4%	3.9%	3.0%
4 Yr Public	8.5%	7.5%	6.7%	5.2%	4.3%
Proprietary	25.2%	24.0%	22.6%	18.8%	14.0%
Foreign Schools(1)	4.7%	3.5%	2.6%	1.5%	1.5%
<b>Over All</b>	<b>11.5%</b>	<b>10.8%</b>	<b>10.2%</b>	<b>8.2%</b>	<b>6.5%</b>

(1) FFELP only

**PLEASE NOTE THESE RATES CAN NOT BE COMPARED SINCE THEY ARE BASED ON DIFFERENT ATTRIBUTES: BORROWERS, DOLLARS, LOANS AND INSTITUTIONAL CATEGORIES.**